

Limit scope by
business size
Senate Taxation
EXHIBIT NO. 8
DATE 2-23-07
BILL NO. SB-220

Amendments to Senate Bill No. 220
1st Reading Copy

Prepared by Department of Revenue

For the Senate Taxation Committee

Prepared by Lee Heiman
February 22, 2007 (6:30pm)

1. Page 13, line 1.

Following: page 12

Strike: "A"

Insert: "(1) Subject to subsection (2), a"

2. Page 13.

Following: line 5

Insert: "(2) A taxpayer is subject to the provisions of [section 10, 11, 12, or 13] for any tax year:

(a) for which the taxpayer or a combined reporting group of which the taxpayer is a member:

(i) is required to file internal revenue service schedule M-3 with its federal tax return; and

(ii) is subject to allocation and apportionment under 15-31-301; and

(b) in which the Montana apportionment percentage, as shown on the taxpayer's Montana tax return, is less than 20%."

- END -

Explanation - The purpose of these amendments is to limit the information compilation and filing requirements for multi-state businesses under the compilation of state tax return data sections to entities that are required to file Schedule M-3 for federal income tax purposes (generally those with \$10 million or more in year-end assets) who are subject to allocation and apportionment under 15-31-301, MCA, and whose Montana apportionment percentage as shown on their Montana tax return is less than 20%.

Venue

x8
+9.

Amendments to Senate Bill No. 220
1st Reading Copy

Prepared by Department of Revenue
For the Senate Taxation Committee

Prepared by Lee Heiman
February 22, 2007 (6:30pm)

1. Page 11, line 2.

Strike: "An"

Insert: "If the person is an individual who resides in Montana,
an action under this section must be brought in the county
in which the individual resides. If the person is not an
individual who resides in Montana, an"

- END -

Explanation - The purpose of these amendments is to place venue
for injunctions against individuals residing in Montana in the
county where the individual resides.